BECT III

BEFORE THE TENNESSEE REGULATORY AUTHORITY III NASHVILLE, TENNESSEE JUN 22 PM 4 32

IN RE: SHOW CAUSE PROCEEDING
AGAINST GASCO DISTRIBUTION
SYSTEMS, INC.

OF THE LOCAL OF CONTROL OF C

PETITION FOR RECONSIDERATION

Pursuant to T.C.A. § 4-5-317, Gasco Distribution Systems, Inc. ("Gasco") requests the Hearing Officer to reconsider, in part, the Initial Order issued in this matter on June 7, 2001.

The Hearing Officer has directed Gasco to pay a fine of \$4,425.00 by August 1, 2001, and a fine of \$2,125.00 by December 31, 2001. Although not discussed in the Order, the Hearing Officer presumably selected these dates in recognition of the fact that Gasco is a small company and cannot readily pay both fines. Because the great majority of Gasco's customers are residential and small business customers and use gas mostly during the winter months, Gasco does not have adequate revenue during the summer to pay for large, unbudgeted expenses, such as these fines, without affecting the company's quality of service.

State law requires the Authority to take into account "the appropriateness of the penalty to the size of the business" in determining the amount of a fine. T.C.A. 65-4-116. The same considerations should apply to the timing of the payments of a fine.

Therefore, Gasco requests that the payment schedule in the Initial Order be amended as follows:

August 31, 2001 - \$2,125.00

December 31, 2001 - \$2,212.50

April 30, 2002 - \$2,212.50

Respectfully submitted,

BOULT, CUMMINGS, CONNERS & BERRY, PLC

By:

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing has been forwarded via U.S. Mail, postage prepaid, to the following on this the _____ day of June, 2001.

Gary Hotvedt, Hearing Officer Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

Tim Phillips, Esq.
Office of the Attorney General
Consumer Advocate and Protection Division
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Henry Walker

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